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The Szallai factory produces three times as much as it did before the war.

7. The Directorate of Electrical Power Plants of the M.M.M.I. was to be reorganized as a trust as of January, 1955.
8. The Technical Lighting Devices Company (Világítástechnikai Vallalat)<sup>1</sup> in Budapest has been switched over to the production of consumer goods, and so have two unspecified factories, believed to have been engaged in war production, at Miskolc and Hatvan respectively.

László Vasadi<sup>2</sup>, who is said to have replaced László Erős in September 1954 as Chief of Industry in the M.M.M.I., recently stated that delay in activating the new shops at Sztalinváros was fully justified, since there were no guns to be manufactured in Hungary, and the shops were too big for making pots and pans. It was intended that these works would be completed in 1960; completion is now planned for about 1965. In 1954 some 3,000 workers were employed on construction work of shops at Sztalinváros, but in 1955 it is intended to switch about half of them to building houses for workers.<sup>3</sup>

Comment. The 1954 edition of the Budapest phone book lists the address of this enterprise as Francia-út, Budapest XIV. 25X1

Comment. Vasadi was previously known to be the Head of the Department of Electrical Power Plants in the M.M.M.I. 25X1

3. Comment. Whatever the need may be to improve the output of consumer goods, the slowing up of work at Sztalinváros is due chiefly to shortage of iron ore, and lack of currency and exports with which to pay for importing it. 25X1

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